

ORIGINAL



BEFORE THE ARIZONA CORPORATION COMMISSION

IN THE MATTER OF THE APPLICATION OF)
TUCSON ELECTRIC POWER COMPANY FOR)
THE ESTABLISHMENT OF JUST AND)
REASONABLE RATES AND CHARGES)
DESIGNED TO REALIZE A REASONABLE)
RATE OF RETURN ON THE FAIR VALUE OF)
ITS OPERATIONS THROUGHOUT THE STATE)
OF ARIZONA)

DOCKET NOE-01933A-12-0291

ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

2013 MAR -5 P 3:40

RECEIVED

**Summary Of Testimony Of Rick Gilliam
On Behalf Of The Vote Solar Initiative
March 4, 2013**

Vote Solar raised concerns regarding how the cost recovery and rate design proposals of Tucson Electric Power (TEP), intended to reduce the uncertainty and improve the stability of its retail revenue recovery, might affect current solar customers and future solar adopters in TEP's service area. In my direct testimony I addressed three of those proposals: the proposed increase to the monthly customer charges; the proposed increase in the demand ratchet for certain customer classes to 100%; and the Lost Fixed Cost Recovery Mechanism.

The settlement agreement addresses each of these elements in a way that Vote Solar finds acceptable for the purposes of settlement. Vote Solar recommends adoption of the settlement.

Arizona Corporation Commission

DOCKETED

MAR 5 2013

DOCKETED BY	<i>ISM</i>
-------------	------------